

Jeremiah W. (Jay) Nixon
Governor
State of Missouri



Department of Insurance,
Financial Institutions and
Professional Registration
John M. Huff, Director

DIVISION OF FINANCE

301 West High Street, Room 630
P.O. Box 716
Jefferson City, MO 65102-0716
(573) 751-3242
(573) 751-9192 FAX
finance.mo.gov

Richard J. Weaver
Commissioner of Finance

March 14, 2012

The attached report represents a consolidation of Reports of Condition filed by state-chartered banks with the Missouri Division of Finance as of December 31, 2011, and a comparison with the statements filed one year earlier. Also included is a comparison of financial statements of state-chartered and national banks.

During the previous twelve months, the number of state-chartered banks and trust companies decreased by one from 281 to 280. Three banks merged into other institutions. One state-chartered bank closed in 2011. Three new bank charters were granted when national institutions converted to state-chartered banks.

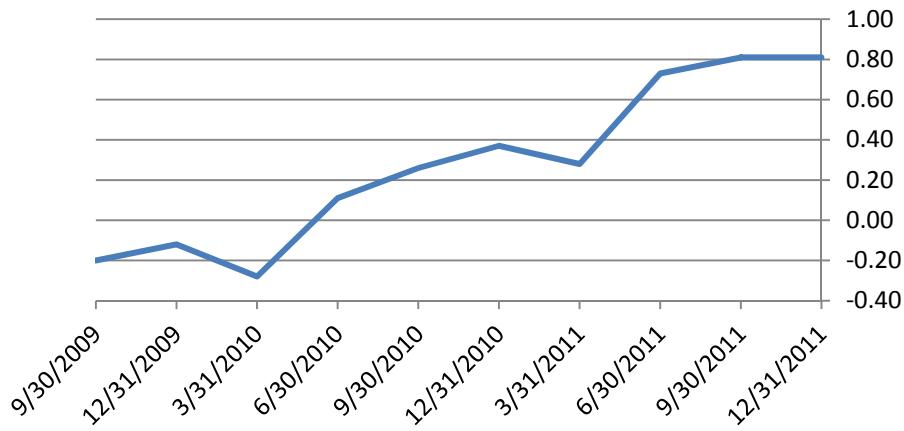
Assets in state-chartered banks totaled \$93.1 billion on December 30, 2011, an increase of 30.2 percent from one year earlier. Deposits were \$77.6 billion, up 30.3 percent. Total loans were \$54.6 billion on December 30, 2011, up 16.3 percent. The largest impact on all of these numbers was the conversion of a large national bank to a state charter in the second quarter of 2011.

Indicators of continued improvement in the overall condition of state-chartered banks are illustrated in the attached graphs. Evidence of asset quality improvement includes the continued decline in the loan past due ratio: 3.70 percent as compared to 5.00 percent at the end of December 2010; and the decline in the ratio of charged off loans to total loans. Earnings performance continues to recover. The return on assets improvement (2011: 0.73 percent compared to 2010's 0.28 percent) is directly attributed to lower provision expense, while the net interest margin has remained stable (2011: 4.00 percent and 2010: 3.99 percent).

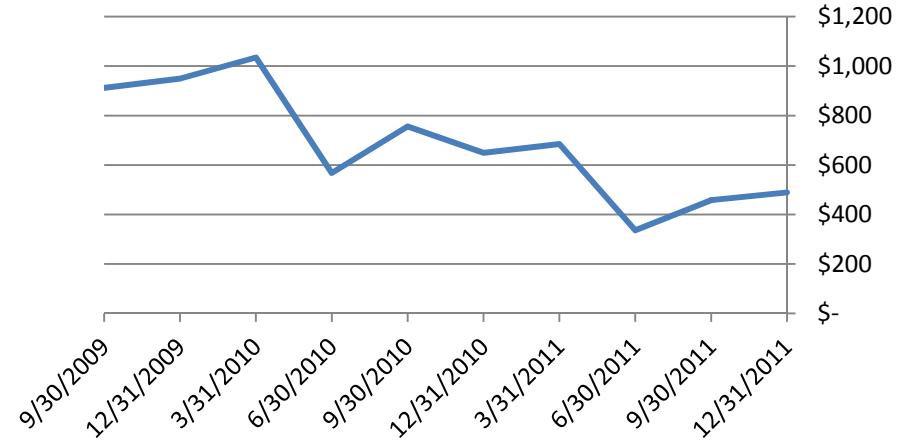
A handwritten signature in black ink that reads "Richard J. Weaver".

Richard J. Weaver
Commissioner of Finance

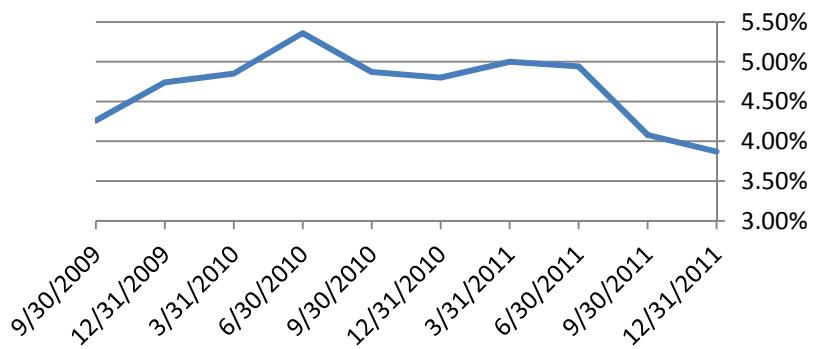
ROA of State-chartered banks



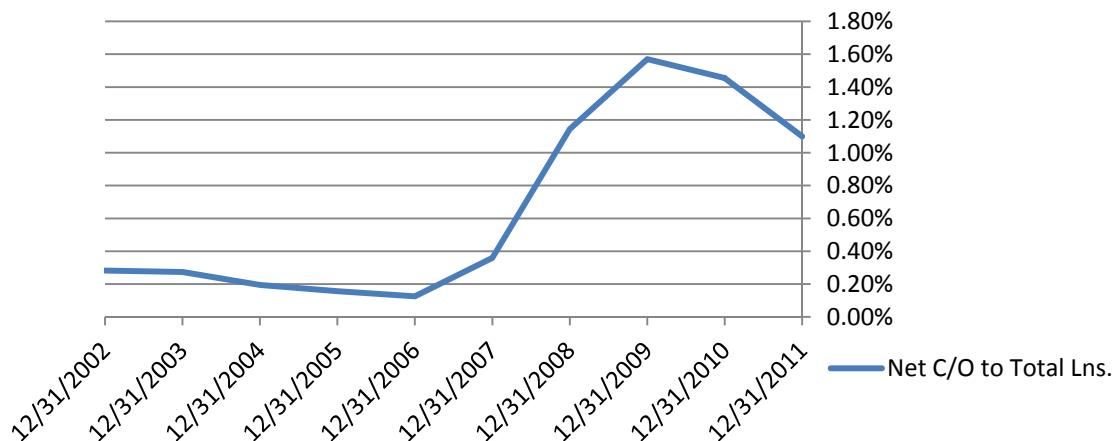
Annualized Provision Expense (000)



Past Due & Nonaccrual Loans/Total



Net C/O to Total Lns.



COMPARATIVE STATEMENT OF CONDITION
STATE BANKS AND TRUST COMPANIES IN MISSOURI
AS OF DECEMBER 31, 2011

THOUSANDS OF DOLLARS	274 BANKS 12/31/2011	275 BANKS 12/31/2010	INCREASE DECREASE()	PERCENT CHANGE
ASSETS				
Total Loans	\$54,643,713	\$46,965,645	\$7,678,068	16.3%
Allowance for Loan Losses	1,151,065	1,038,428	112,637	10.8%
Total Assets	93,094,442	71,524,975	21,569,467	30.2%
LIABILITIES				
Total Deposits	77,628,337	59,587,964	18,040,373	30.3%
Total Equity Capital	9,157,069	6,834,731	2,322,338	34.0%

OPERATING RATIOS	12/31/2011	12/31/2010	CHANGE
Equity Capital/Assets	9.84%	9.56%	0.28%
Tangible Equity Capital/Assets	9.19%	8.89%	0.30%
Capital and Allowance for Loan Losses/Assets	10.94%	10.85%	0.09%
Total Loans/Assets	58.70%	65.66%	-6.97%
Past Due and Nonaccrual Loans/Total Loans	3.70%	5.00%	-1.30%
Allowance for Loan Losses/Loans	2.11%	2.21%	-0.10%
Average Net Interest Margin	4.00%	3.96%	0.04%
Return on Assets	0.73%	0.28%	0.45%

NOTES:

Above data does not include six nondeposit trust companies.

**COMPARATIVE STATEMENT OF CONDITION
STATE AND NATIONAL BANKS IN MISSOURI
AS OF DECEMBER 31, 2011**

MILLIONS OF DOLLARS	12/31/2011			12/31/2010	
	274 STATE BANKS	29 NATIONAL BANKS	303 ALL BANKS	307 ALL BANKS	PERCENT CHANGE
ASSETS					
Cash and Due from Banks	6,182	3,783	9,965	9,659	3.2%
Investment Securities	25,897	8,706	34,603	28,645	20.8%
Total Loans and Leases	54,644	12,289	66,933	67,514	-0.9%
Less: Reserves	1,151	191	1,342	1,427	-6.0%
Federal Funds Sold	1,531	362	1,893	1,754	7.9%
Fixed Assets	1,897	494	2,391	2,359	1.4%
Other Real Estate	925	197	1,122	967	16.0%
Intangible Assets	666	203	869	856	1.5%
Other assets	2,503	651	3,154	2,773	13.7%
TOTAL ASSETS	\$93,094	\$26,494	\$119,588	\$113,100	5.7%
LIABILITIES					
Total Deposits	77,628	21,129	98,757	92,438	6.8%
Deposits over 250M/100M**	3,968	976	4,944	14,254	-65.3%
Brokered Deposits	3,640	181	3,821	3,848	-0.7%
Federal Funds Purchased	3,295	2,177	5,472	5,607	-2.4%
Other liabilities	3,014	525	3,539	4,432	-20.1%
Total Equity Capital	9,157	2,663	11,820	10,623	11.3%
TOTAL LIABILITIES	\$93,094	\$26,494	\$119,588	\$113,100	5.7%
EARNINGS					
Interest Income	3,833	862	4,695	4,699	-0.1%
Interest Expense	674	120	794	1,048	-24.2%
Net Interest Income	3,159	742	3,901	3,651	6.8%
Provision for Loan Losses	513	84	597	870	-31.4%
Net Income	675	208	883	566	56.0%
Cash Dividends	462	87	549	435	26.2%
Net Loan Losses	601	80	681	848	-19.7%

**2011 figure is deposits over \$250M, but 2010 figure is deposits over \$100M, due to increase in FDIC deposit insurance